GOVERNMENT OF INDIA
TOURISM AND CULTURE
LOK SABHA

UNSTARRED QUESTION NO:113
ANSWERED ON:15.07.2002
SHORTFALL IN GRATUITY FUND OF ITDC
GADDE RAMAMOHAN;M.V.V.S MURTHI

Will the Minister of TOURISM AND CULTURE be pleased to state:

(a) whether the Government have detected a shortfall of Rs.23.00 crores in the gratuity funds of 11 hotels of India Tourism Development Corporation (ITDC);

(b) if so, the details thereof;

(c) whether any inquiry has been conducted in this regard; and

(d) if so, the outcome thereof and the action taken against the erring officers?

Answer

MINISTER OF TOURISM AND CULTURE (SHRI JAGMOHAN)

(a) and (b): The status of corporate gratuity fund including all Hotels/Duty Free Shops and allied businesses of ITDC is as under:-

(Rs. in Crores)

Particulars	As on 31.03.2001	As on 31.03.2002 (Provisional)
Gratuity provision	32.28	31.61
Fund Available With LIC	20.23	16.80
Shortfall	12.05	14.81

(c): As per audited account of ITDC for the financial year 2000-2001 the gratuity wasprovided on actuarial basis as per accounting standard 15 issued by the Institute of Chartered Accountant of India.. ITDC was having sufficient fund to pay to the retiringemployees in normal course of its activities. The normal payments in the past years had been to the extent of Rs.3 to 4 crores per annum. No enquiry was therefore held.

(d): Does not arise.